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COMMISSION DIRECTIVE

ADMINISTRATIVE MATTER		DATE	October 15, 2008
MOTOR CARRIER MATTER		DOCKET NO.	2008-142-WS
UTILITIES MATTER	~	ORDER NO.	

SUBJECT:

DOCKET NO. 2008-142-WS – Application of Goat Island Water and Sewer Company, Incorporated for an Increase in its Rates and Charges for the Provision of Water and Sewer Services and Approval of Management Agreement - A Hearing was Held on this Matter on September 23, 2008. Discuss this Matter with the Commission.

COMMISSION ACTION:

On September 23, 2008, the Applicant and ORS appeared before the Commission and presented evidence in regard to Goat Island's Application. There were no intervenors in this case, and we received no letters of protest or motions to intervene. At hearing, the parties presented evidence to support a proposed settlement and to prove that it was just and reasonable and in the public interest. The witnesses were made available for questioning by members of the Commission. The proposed settlement provided that the utility would be allowed to implement rate increases to increase annual revenues by \$26,948, which represents a substantial reduction from the amounts requested by the utility in its initial application. The additional revenue generated would yield an operating margin of 16.27%. The utility also presented to the Commission for approval its proposed management agreement. The utility has agreed to file a performance bond in the amount of \$135,000 for water services and \$100,000 for sewer services by January 1, 2009, and has further agreed to conform its books and records to the NARUC Uniform System of Accounts. I move that the increase in annual revenue as proposed in the Settlement Agreement be approved and adopted as being in the public interest, and that the Management Agreement also be approved.

PRESIDING:	<u>Fleming</u>				SESSION:	<u>Regular</u>	
					TIME:	2:30 p.m.	
	MOTION	YES	NO OTHER				
CLYBURN		~					
FLEMING		~					
HAMILTON	~	~					
HOWARD		~					
MITCHELL		~					
WHITFIELD		~					
WRIGHT		~					

RECORDED BY: J. Schmieding